LEGISLATIVE SERVICES AGENCY OFFICE OF FISCAL AND MANAGEMENT ANALYSIS

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FISCAL IMPACT STATEMENT

LS 6869 NOTE PREPARED: Mar 20, 2007 **BILL NUMBER:** SB 157 **BILL AMENDED:** Mar 20, 2007

SUBJECT: Library Boards.

FIRST AUTHOR: Sen. Gard BILL STATUS: CR Adopted - 2nd House

FIRST SPONSOR: Rep. Austin

FUNDS AFFECTED: GENERAL IMPACT: Local

DEDICATED FEDERAL

Summary of Legislation: (Amended) This bill has the following provisions:

Class 1 Public Library Board Term Limits- The bill eliminates term limits for members of the board of a Class 1 public library.

Library Board Disbursement of Funds- The bill authorizes a library board to adopt a resolution allowing money to be disbursed to advertise and promote the programs and services of the library. The bill provides that with the prior written approval of the library board, claim payments for these expenses may be made in advance of the library board's allowance.

Contractual Library Duties and Responsibilities- The bill provides that the boards of county contractual libraries established in certain counties have all the powers and duties of a Class 1 public library board.

Effective Date: July 1, 2007.

Explanation of State Expenditures:

Explanation of State Revenues:

<u>Explanation of Local Expenditures:</u> Library Board Disbursement of Funds- Class 1 public libraries, via a board resolution, would be allowed to make expenditures to advertise and promote library programs and services. Additional expenditures for these new purposes would be subject to local library board actions.

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(Revised) *Contractual Library Duties and Responsibilities*- The impact on local expenditures, as a result of this provision, would depend on local action with respect to the amount of bonds issued and leases entered into by the contractual library specified within the bill.

Background- There are about 238 public libraries with taxing authority. The following table illustrates the Dubois County Contractual Library's budget, levy, PTRC and tax rate for CY 2006.

Table A. Dubois County Contractual Library Budget/Levy

CY 2006 Certified Budget	CY 2006 PTRC	CY 2006 Levy	CY 2006 Tax Rate
\$288,300 Library General Fund; \$250,000 LIRF	\$0	\$159,500	0.0204

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected: Class 1 public libraries; Dubois County Contractual Library.

Information Sources: Local Government Database (LOGODABA).

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